

CITY OF ELLIS, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2021

CITY OF ELLIS, KANSAS
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For the Year Ended December 31, 2021

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Ellis, Kansas
Ellis, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Ellis, Kansas**, as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, and summary of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2020 (not presented herein), and have issued our report thereon dated June 21, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/oar/municipal-services>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC

Certified Public Accountants
Hays, Kansas

May 17, 2022

CITY OF ELLIS, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Fund	\$ 635,566	-	1,924,702	1,883,624	676,644	25,005	701,649
Special Purpose Funds							
Special Highway Fund	1,814	-	59,681	48,893	12,602	1,046	13,648
Special Parks and Recreation Fund	24,774	-	3,571	-	28,345	-	28,345
Capital Improvement Fund	123,953	-	10,000	9,422	124,531	7,472	132,003
Capital Improvement Fund - Cemetery Expansion	7,500	-	7,500	-	15,000	-	15,000
Capital Improvement Fund - Streets	241,822	-	120,000	15,173	346,649	-	346,649
Capital Improvement Fund - Special Projects	169,350	-	202,830	291,970	80,210	-	80,210
Capital Improvement Fund - Water Exploration	341,531	4	214,549	556,084	-	554,058	554,058
Capital Improvement Fund - Swimming Pool	-	6,618	108,877	7,416	108,079	2,966	111,045
Special Machinery Fund	510,132	-	241,146	109,381	641,897	28,950	670,847
Library Fund	3,420	-	56,130	55,025	4,525	-	4,525
Tourism Fund	125,122	-	43,445	32,094	136,473	4,497	140,970
ARPA Federal Aid Fund	-	-	153,449	-	153,449	-	153,449
Bond and Interest Funds							
Water Principal and Interest Fund	525,997	-	512,764	432,500	606,261	-	606,261
TIF Bond Reserve Fund	80,000	-	-	-	80,000	-	80,000
TIF Bond and Interest Fund	607,503	-	173,269	138,116	642,656	-	642,656
Capital Project Funds							
USDA Waterline Project Fund	160,695	-	-	-	160,695	-	160,695
Business Funds							
Campground Utility Fund	81,176	-	79,397	58,944	101,629	1,085	102,714
Water Utility Fund	335,945	1,575	714,888	685,715	366,693	11,199	377,892
Sewer Utility Fund	212,642	-	410,574	348,895	274,321	6,087	280,408
Sanitation Utility Fund	115,954	-	381,687	318,235	179,406	14,035	193,441
Water Depreciation Reserve Fund	107,545	4,646	507,113	82,976	536,328	-	536,328
Sewer Depreciation Reserve Fund	217,146	2,595	50,000	-	269,741	-	269,741
Trust Funds							
Coinsurance Fund	246,538	-	317,084	252,776	310,846	-	310,846
Cemetery Endowment Fund	26,556	-	1,125	-	27,681	-	27,681
Total Primary Government	4,902,681	15,438	6,293,781	5,327,239	5,884,661	656,400	6,541,061
Related Municipal Entity							
Ellis Public Library	94,976	-	84,153	74,272	104,857	194	105,051
Total Primary Government	\$ 4,997,657	15,438	6,377,934	5,401,511	5,989,518	656,594	6,646,112
Composition of Cash				Checking Accounts	\$ 6,554,249		
				Cash on Hand	<u>2,500</u>		
				Total Primary Government	6,556,749		
				Total Related Municipal Entity	105,051		
				Agency Fund per Schedule 3	<u>(15,688)</u>		
				Total Primary Government	\$ 6,646,112		

The notes to the financial statement are an integral part of this statement.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Ellis, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected mayor and six-member council. This financial statement presents the City (the municipality) and its related municipal entity, Ellis Public Library, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Ellis Housing Authority, shown below.

Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

Housing Authority

The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained by contacting the housing authority's office.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2021.

Regulatory Basis Fund Types

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Fund – fund financed in whole or in part by fees charged to users of the goods or services (enterprise and internal service funds).

CITY OF ELLIS, KANSAS
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December 31, 2021

Trust Fund – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – fund used to report assets held by the municipal reporting entity in a purely custodial capacity (health reimbursement arrangement).

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Capital Improvement Fund, Capital Improvement Fund – Cemetery Expansion, Capital Improvement Fund – Streets, Capital Improvement Fund – Special Projects, Capital Improvement Fund – Water Exploration, Capital Improvement Fund – Swimming Pool, Special Machinery Fund, and ARPA Federal Aid Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Ellis, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City adopted an investment policy during 2007 that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods".

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was \$6,556,749 and the bank balance was \$6,580,192. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$265,690 was covered by federal depository insurance and \$6,314,502 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2021, the Public Library's carrying amount of deposits was \$105,051 and the bank balance was \$106,536. The bank balance was held by two banks resulting in a concentration of credit risk. The entire bank balance was covered by federal depository insurance.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments at December 31, 2021.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Ellis, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2021 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Machinery Fund	K.S.A. 12-1,117	\$ 144,821
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	10,000
General Fund	Capital Improvement Fund – Streets	K.S.A. 12-1,118	120,000
General Fund	Coinsurance Fund	Ordinance	204,665
General Fund	Water Principal and Interest Fund	Resolution	265,414
General Fund	Capital Improvement Fund – Cemetery Expansion	K.S.A. 12-1,118	7,500
General Fund	Capital Improvement Fund – Special Projects	K.S.A. 12-1,118	62,727
General Fund	Capital Improvement Fund – Water Exploration	K.S.A. 12-1,118	62,727
Sanitation Utility Fund	General Fund	K.S.A. 12-825d	20,000
Sanitation Utility Fund	Coinsurance Fund	Ordinance	29,827
Sewer Utility Fund	General Fund	K.S.A. 12-825d	8,460
Sewer Utility Fund	Sewer Depreciation Reserve Fund	K.S.A. 12-825d	50,000
Sewer Utility Fund	Coinsurance Fund	Ordinance	29,817
Campground Utility Fund	Coinsurance Fund	Ordinance	7,649
Water Utility Fund	General Fund	K.S.A. 12-825d	12,641
Water Utility Fund	Water Depreciation Reserve Fund	K.S.A. 12-825d	100,000
Water Utility Fund	Coinsurance Fund	Ordinance	45,126
Water Utility Fund	Water Principal and Interest Fund	Resolution	247,350
Capital Improvement Fund – Special Projects	Capital Improvement Fund – Water Exploration	K.S.A. 12-1,118	151,822

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

NOTE 5 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
CDBG Waterline Improvement Project	\$824,225	\$822,087

NOTE 6 – LITIGATION

City of Ellis, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Ellis, Kansas carries commercial insurance for risks of loss, including property, general liability, automobile, public official, inland marine, workers' compensation and umbrella. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Ellis, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – DEFERRED COMPENSATION PLAN

City of Ellis, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Ellis, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from the City were \$67,235 for the year ended December 31, 2021.

The statutory contribution rate for Ellis Public Library was 10.02% for the fiscal year ended December 31, 2021. Contributions to the pension plan from the Public Library were \$3,409 for the year ended December 31, 2021.

Net Pension Liability

At December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was \$465,691. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

At December 31, 2021, Ellis Public Library's proportionate share of the collective net pension liability reported by KPERS was \$20,543. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The Public Library's proportion of the net pension liability was based on the ratio of the Public Library's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Ellis, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

As provided by K.S.A.74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2021.

NOTE 12 – COMPENSATED ABSENCES

Vacation

City of Ellis, Kansas' policy regarding vacation for full-time employees is as follows:

Years Worked	80 Hour Pay Period Amount Earned	84 Hour Pay Period Amount Earned
1	40 hours/year	42 hours/year
2	80 hours/year	84 hours/year
3	88 hours/year	92 hours/year
4	96 hours/year	101 hours/year
5	104 hours/year	109 hours/year
6	112 hours/year	118 hours/year
7	120 hours/year	126 hours/year
8	128 hours/year	134 hours/year
9	136 hours/year	143 hours/year
10	144 hours/year	151 hours/year
11	152 hours/year	160 hours/year
12	160 hours/year	168 hours/year
13	168 hours/year	176 hours/year
14	176 hours/year	185 hours/year
15	184 hours/year	193 hours/year
16	192 hours/year	202 hours/year
17 and over	200 hours/year	210 hours/year

Part-time employees who work at least 20 hours or more per week shall earn vacation at the rate of one half the rate of full-time employees. Vacation may not be taken until the employee completes one full year of service. With the exception of 48 hours of allowable carryover, all vacation must be taken by the employee's anniversary date.

Sick Leave

The City's policy for sick leave permits an employee to earn sick leave at the rate of 8 hours per calendar month up to a maximum of 816 hours for 80 hours per pay period employees and 8.4 hours per calendar month up to a maximum of 856.8 hours for 84 hours per pay period employees. If specific voluntary separation requirements are met, employees shall be paid one percent (1%) for each year of continuous service of the value for any unused sick leave. The paid sick leave is included in the employee's final paycheck.

Currently, Ellis Public Library, a related municipal entity of **City of Ellis, Kansas**, allows the head librarian 48 hours of vacation and 44 hours of sick leave after six months of employment. Vacation and sick leave may not be carried over to the next year.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

NOTE 13 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Ellis, Kansas entered into a Health Reimbursement Arrangement (HRA). The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employees, their spouse or their dependents. The maximum allowance per year is \$4,050 for employee only, \$8,100 for employee and spouse, employee and children, and employee and family. The amount the City paid in HRA reimbursements was \$56,965 for the year ended December 31, 2021.

NOTE 14 – DEBT RESTRICTIONS AND COVENANTS

KDHE Revolving Loan

City of Ellis, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to refinance the wastewater treatment plant project in the amount of \$831,611. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2021 as it is providing dedicated funds through rates, fees, and charges for the use and services furnished by or through the wastewater treatment system.

NOTE 15 – CONDUIT DEBT

From time to time, **City of Ellis, Kansas** has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of December 31, 2021, there was one industrial revenue bond outstanding for a hotel. The principal amount payable at December 31, 2021 was \$1,400,000.

NOTE 16 – LONG-TERM DEBT

City of Ellis, Kansas has the following types of long-term debt.

KDHE Revolving Loan

The City entered into an \$831,611 revolving loan agreement on March 4, 2015, with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for the purpose of financing improvements to the existing wastewater treatment facility.

General Obligation Bonds

On June 24, 2010, the City issued \$348,000 in General Obligation Bonds for the purpose of providing funds to pay the cost of the water system improvements.

On June 6, 2016, the City issued \$3,120,000 in General Obligation Refunding Bonds for the purpose of refinancing the 2006 General Obligation Bonds and the 2006 Water System Revenue Bonds.

On October 17, 2016, the City issued \$567,000 in General Obligation Bonds for the purpose of funding upgrades to the water distribution system.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

Taxable Special Obligation Bonds

On May 30, 2012, the City issued \$885,000 in Taxable Special Obligation Bonds for the purpose of providing funds to pay the costs in connection with refunding the City's Taxable Special Obligation Bonds, Series 2004 and Series 2006, and the costs of certain improvements in the South Ridge Redevelopment District.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

Changes in long-term liabilities for the City for the year ended December 31, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Revolving Loans									
KDHE - Wastewater Treatment Facility	2.13%	03/04/15	\$ 831,611	09/01/36	\$ 728,171	-	(35,961)	692,210	13,521
General Obligation Bonds									
Series 2010	3.25%	06/24/10	348,000	06/24/50	298,000	-	(6,000)	292,000	9,685
Series 2016	2.00%	06/06/16	3,120,000	10/01/24	1,625,000	-	(400,000)	1,225,000	32,500
Series 2016	1.88%	10/17/16	567,000	10/28/56	527,325	-	(10,388)	516,937	9,887
Taxable Special Obligation Bonds									
Series 2012	3.5 - 5%	05/30/12	885,000	12/01/24	375,000	-	(70,000)	305,000	17,813
Total Contractual Indebtedness					\$ 3,553,496	-	(522,349)	3,031,147	83,406

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2021

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

		YEAR											
		2022	2023	2024	2025	2026	2027-2031	2032-2036	2037-2041	2042-2046	2047-2051	2052-2056	Total
Principal													
Revolving Loans	\$	36,731	37,517	38,321	39,142	39,980	213,114	236,930	50,475	-	-	-	692,210
General Obligation Bonds		421,583	421,781	432,983	18,189	18,399	99,285	112,151	125,590	142,654	145,408	95,914	2,033,937
Taxable Special Obligation Bonds		75,000	80,000	150,000	-	-	-	-	-	-	-	-	305,000
Total Principal		533,314	539,298	621,304	57,331	58,379	312,399	349,081	176,065	142,654	145,408	95,914	3,031,147
Interest													
Revolving Loan		12,842	12,148	11,439	10,714	9,974	38,209	17,188	713	-	-	-	113,227
General Obligation Bonds		43,683	35,189	26,717	17,959	17,521	80,735	68,090	53,730	37,399	18,756	5,468	405,247
Taxable Special Obligation Bonds		14,488	10,925	7,127	-	-	-	-	-	-	-	-	32,540
Total Interest		71,013	58,262	45,283	28,673	27,495	118,944	85,278	54,443	37,399	18,756	5,468	551,014
Total Principal and Interest	\$	604,327	597,560	666,587	86,004	85,874	431,343	434,359	230,508	180,053	164,164	101,382	3,582,161

CITY OF ELLIS, KANSAS

Regulatory-Required Supplementary Information

CITY OF ELLIS, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds					
General Fund	\$ 2,184,304	-	2,184,304	1,883,624	(300,680)
Special Purpose Funds					
Special Highway Fund	48,918	-	48,918	48,893	(25)
Special Parks and Recreation Fund	22,314	-	22,314	-	(22,314)
Library Fund	55,025	-	55,025	55,025	-
Tourism Fund	139,917	-	139,917	32,094	(107,823)
Bond and Interest Funds					
Water Principal and Interest Fund	898,610	-	898,610	432,500	(466,110)
TIF Bond and Interest Fund	693,702	-	693,702	138,116	(555,586)
Business Funds					
Campground Utility Fund	107,176	-	107,176	58,944	(48,232)
Water Utility Fund	944,008	-	944,008	685,715	(258,293)
Sewer Utility Fund	518,981	-	518,981	348,895	(170,086)
Sanitation Utility Fund	446,680	-	446,680	318,235	(128,445)

CITY OF ELLIS, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

			Current Year		Variance
	Prior Year Actual	Actual	Budget	Over (Under)	
Receipts					
Taxes and Shared Revenues					
Ad Valorem	\$ 837,831	842,528	853,536	(11,008)	
Delinquent	28,838	24,403	-	24,403	
Motor Vehicle	121,770	125,773	89,124	36,649	
Total Taxes and Shared Revenues	<u>988,439</u>	<u>992,704</u>	<u>942,660</u>	<u>50,044</u>	
Intergovernmental					
Federal Aid - SPARKS	2,563	-	-	-	
Compensating Use Tax	114,599	142,901	82,350	60,551	
Local Alcoholic Liquor Tax	3,010	3,571	3,362	209	
City Sales Tax	378,927	513,382	352,350	161,032	
Total Intergovernmental	<u>499,099</u>	<u>659,854</u>	<u>438,062</u>	<u>221,792</u>	
Licenses and Permits					
Licenses and Permits	12,629	12,106	13,000	(894)	
Franchise Fees	83,921	89,777	92,000	(2,223)	
Total Licenses and Permits	<u>96,550</u>	<u>101,883</u>	<u>105,000</u>	<u>(3,117)</u>	
Miscellaneous					
Grave Openings and Closings	15,375	12,450	5,000	7,450	
Copy Fees	133	150	200	(50)	
Miscellaneous	6,928	34,984	9,150	25,834	
Cemetery Lots	1,175	3,525	1,500	2,025	
Pool Fees and Concessions	40	12,669	11,000	1,669	
Museum Roundup Program	222	250	240	10	
Grants and Donations	1,250	1,000	-	1,000	
Transfers In	33,618	41,101	41,101	-	
Total Miscellaneous	<u>58,741</u>	<u>106,129</u>	<u>68,191</u>	<u>37,938</u>	
Fines and Forfeitures					
Fines and Court Costs	13,359	14,253	12,500	1,753	
Diversion Fees	300	800	1,500	(700)	
Total Fines and Forfeitures	<u>13,659</u>	<u>15,053</u>	<u>14,000</u>	<u>1,053</u>	
Use of Money and Property					
Interest	39,140	26,229	-	26,229	
Rentals and Leases	26,079	22,850	23,850	(1,000)	
Total Use of Money and Property	<u>65,219</u>	<u>49,079</u>	<u>23,850</u>	<u>25,229</u>	
Total Receipts	\$ <u>1,721,707</u>	<u>1,924,702</u>	<u>1,591,763</u>	<u>332,939</u>	

CITY OF ELLIS, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2021

(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over Under
Expenditures				
General Government				
Personal Services	\$ 89,488	90,187	96,134	(5,947)
Contractual	148,053	156,663	144,300	12,363
Commodities	18,221	10,227	18,400	(8,173)
Capital Outlay	-	-	1,500	(1,500)
Total General Government	<u>255,762</u>	<u>257,077</u>	<u>260,334</u>	<u>(3,257)</u>
Police Department				
Personal Services	291,073	301,347	337,686	(36,339)
Contractual	24,700	23,237	24,400	(1,163)
Commodities	18,673	14,746	15,550	(804)
Capital Outlay	2,500	2,625	2,000	625
Total Police Department	<u>336,946</u>	<u>341,955</u>	<u>379,636</u>	<u>(37,681)</u>
Municipal Court				
Personal Services	10,584	11,719	10,118	1,601
Contractual	6,019	7,152	6,750	402
Commodities	328	258	275	(17)
Total Municipal Court	<u>16,931</u>	<u>19,129</u>	<u>17,143</u>	<u>1,986</u>
Fire Department				
Personal Services	16,145	17,623	22,415	(4,792)
Contractual	11,819	13,429	14,450	(1,021)
Commodities	9,014	3,781	8,750	(4,969)
Capital Outlay	-	1,725	2,500	(775)
Total Fire Department	<u>36,978</u>	<u>36,558</u>	<u>48,115</u>	<u>(11,557)</u>
Park Department				
Personal Services	53,112	54,972	57,889	(2,917)
Contractual	10,230	15,756	13,900	1,856
Commodities	10,722	16,672	16,250	422
Capital Outlay	-	250	2,000	(1,750)
Total Park Department	<u>74,064</u>	<u>87,650</u>	<u>90,039</u>	<u>(2,389)</u>
Economic Development	<u>-</u>	<u>-</u>	<u>439,970</u>	<u>(439,970)</u>
Street Department				
Personal Services	99,944	64,408	98,881	(34,473)
Contractual	-	361	11,750	(11,389)
Commodities	105	-	-	-
Total Street Department	<u>\$ 100,049</u>	<u>64,769</u>	<u>110,631</u>	<u>(45,862)</u>

CITY OF ELLIS, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Building and Inspections				
Personal Services	\$ 15,273	15,828	16,891	(1,063)
Contractual	1,546	1,011	2,025	(1,014)
Commodities	841	224	700	(476)
Total Building and Inspections	<u>17,660</u>	<u>17,063</u>	<u>19,616</u>	<u>(2,553)</u>
Appropriations				
Museums	33,500	33,500	33,500	-
Library	9,500	9,500	9,500	-
Library Employee Benefit	2,500	2,500	2,500	-
Alliance and Foundation	22,500	22,500	22,500	-
Other	20,481	21,052	21,791	(739)
Total Appropriations	<u>88,481</u>	<u>89,052</u>	<u>89,791</u>	<u>(739)</u>
Swimming Pool				
Personal Services	32,677	73,367	72,738	629
Contractual	4,191	6,049	8,275	(2,226)
Commodities	908	12,645	9,000	3,645
Capital Outlay	3,590	-	1,000	(1,000)
Total Swimming Pool	<u>41,366</u>	<u>92,061</u>	<u>91,013</u>	<u>1,048</u>
Risk Management	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>(5,000)</u>
Sales Tax Rebate Program	<u>430</u>	<u>-</u>	<u>7,500</u>	<u>(7,500)</u>
DARE Program	<u>296</u>	<u>456</u>	<u>750</u>	<u>(294)</u>
Transfers Out	<u>853,019</u>	<u>877,854</u>	<u>624,766</u>	<u>253,088</u>
Total Expenditures	<u>1,821,982</u>	<u>1,883,624</u>	<u>2,184,304</u>	<u>(300,680)</u>
Receipts Over (Under) Expenditures	(100,275)	41,078		
Unencumbered Cash - Beginning	<u>735,841</u>	<u>635,566</u>		
Unencumbered Cash - Ending	\$ <u>635,566</u>	<u>676,644</u>		

CITY OF ELLIS, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Over (Under)
Receipts				
Fuel Tax	\$ 52,563	58,481	44,800	13,681
Federal Aid - SPARKS	172	-	-	-
Licenses, Permits, Inspections	1,550	1,200	750	450
Total Receipts	<u>54,285</u>	<u>59,681</u>	<u>45,550</u>	<u>14,131</u>
Expenditures				
Personal Services	23,850	20,381	20,862	(481)
Contractual	20,539	13,594	4,500	9,094
Commodities	14,363	12,293	18,000	(5,707)
Capital Outlay	-	2,625	5,556	(2,931)
Total Expenditures	<u>58,752</u>	<u>48,893</u>	<u>48,918</u>	<u>(25)</u>
Receipts Over (Under) Expenditures	(4,467)	10,788		
Unencumbered Cash - Beginning	<u>6,281</u>	<u>1,814</u>		
Unencumbered Cash - Ending	\$ <u>1,814</u>	<u>12,602</u>		

CITY OF ELLIS, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	\$ 3,010	3,571	3,362	209
Expenditures				
Contractual	-	-	1,000	(1,000)
Commodities	-	-	3,750	(3,750)
Capital Outlay	-	-	17,564	(17,564)
Total Expenditures	-	-	22,314	(22,314)
Receipts Over (Under) Expenditures	3,010	3,571		
Unencumbered Cash - Beginning	21,764	24,774		
Unencumbered Cash - Ending	\$ 24,774	28,345		

CITY OF ELLIS, KANSAS
Capital Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 25,000	10,000
Expenditures		
Contractual	39,865	9,422
Capital Outlay	6,701	-
Total Expenditures	46,566	9,422
Receipts Over (Under) Expenditures	(21,566)	578
Unencumbered Cash - Beginning	145,415	123,953
Prior Year Cancelled Encumbrances	104	-
Unencumbered Cash - Ending	\$ 123,953	124,531

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Cemetery Expansion
Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ -	7,500
Expenditures	-	-
Receipts Over (Under) Expenditures	-	7,500
Unencumbered Cash - Beginning	7,500	7,500
Unencumbered Cash - Ending	\$ 7,500	15,000

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Streets
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 166,987	120,000
Expenditures		
Capital Outlay	25,133	15,173
Receipts Over (Under) Expenditures	141,854	104,827
Unencumbered Cash - Beginning	99,968	241,822
Unencumbered Cash - Ending	\$ <u>241,822</u>	<u>346,649</u>

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Special Projects
Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - SPARKS	\$ 15,233	-
Federal Aid - CDBG Coronavirus	27,897	140,103
Transfers In	29,698	62,727
Total Receipts	72,828	202,830
Expenditures		
Contractual Services	3,394	15,045
Capital Outlay	11,840	-
Local Grant Aid	27,897	125,103
Transfers Out	335,019	151,822
Total Expenditures	378,150	291,970
Receipts Over (Under) Expenditures	(305,322)	(89,140)
Unencumbered Cash - Beginning	474,672	169,350
Unencumbered Cash - Ending	\$ 169,350	80,210

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Water Exploration
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 4,698	214,549
Expenditures		
Contractual Services	20,400	556,084
Commodities	7	-
Total Expenditures	20,407	556,084
Receipts Over (Under) Expenditures	(15,709)	(341,535)
Unencumbered Cash - Beginning	357,240	341,531
Prior Year Cancelled Encumbrances	-	4
Unencumbered Cash - Ending	\$ 341,531	-

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Swimming Pool
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Grants	\$ 11,800	-
Federal Aid	833,653	7,227
Donations	21,562	101,650
Fundraising	2,670	-
Transfers In	335,019	-
Total Receipts	<u>1,204,704</u>	<u>108,877</u>
Expenditures		
Contractual Services	1,377,120	2,966
Capital Outlay	-	4,450
Total Expenditures	<u>1,377,120</u>	<u>7,416</u>
Receipts Over (Under) Expenditures	(172,416)	101,461
Unencumbered Cash - Beginning	172,416	-
Prior Year Cancelled Encumbrances	-	6,618
Unencumbered Cash - Ending	<u>\$ -</u>	<u>108,079</u>

CITY OF ELLIS, KANSAS
Special Machinery Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Insurance Proceeds and Equipment Sale	\$ -	79,005
State Aid	-	17,320
Transfers In	183,740	144,821
Total Receipts	183,740	241,146
Expenditures		
Capital Outlay	54,515	109,381
Receipts Over (Under) Expenditures	129,225	131,765
Unencumbered Cash - Beginning	380,907	510,132
Unencumbered Cash - Ending	\$ 510,132	641,897

CITY OF ELLIS, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Taxes and Shared Revenues				
Ad Valorem	\$ 47,600	47,576	48,187	(611)
Delinquent	1,702	1,408	-	1,408
Motor Vehicle	6,992	7,146	5,062	2,084
Total Receipts	56,294	56,130	<u>53,249</u>	<u>2,881</u>
Expenditures				
Library Appropriations	55,625	55,025	<u>55,025</u>	<u>-</u>
Receipts Over (Under) Expenditures	669	1,105		
Unencumbered Cash - Beginning	2,751	3,420		
Unencumbered Cash - Ending	\$ <u>3,420</u>	<u>4,525</u>		

CITY OF ELLIS, KANSAS
Tourism Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Transient Guest Tax	\$ 25,615	34,185	25,000	9,185
Federal Aid - SPARKS	1,800	-	-	-
Grants	-	8,000	-	8,000
Donations	-	1,000	-	1,000
Miscellaneous	127	260	125	135
Total Receipts	<u>27,542</u>	<u>43,445</u>	<u>25,125</u>	<u>18,320</u>
Expenditures				
Contractual	16,886	19,049	20,000	(951)
Commodities	326	2,416	5,000	(2,584)
Capital Outlay	-	10,629	114,917	(104,288)
Total Expenditures	<u>17,212</u>	<u>32,094</u>	<u>139,917</u>	<u>(107,823)</u>
Receipts Over (Under) Expenditures	10,330	11,351		
Unencumbered Cash - Beginning	<u>114,792</u>	<u>125,122</u>		
Unencumbered Cash - Ending	\$ <u>125,122</u>	<u>136,473</u>		

CITY OF ELLIS, KANSAS
Water Principal and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Transfers In	\$ 490,187	512,764	<u>432,500</u>	<u>80,264</u>
Expenditures				
Principal	390,000	400,000	400,000	-
Interest	40,300	32,500	32,500	-
Call Bonds	-	-	466,110	(466,110)
Total Expenditures	<u>430,300</u>	<u>432,500</u>	<u>898,610</u>	<u>(466,110)</u>
Receipts Over (Under) Expenditures	59,887	80,264		
Unencumbered Cash - Beginning	<u>466,110</u>	<u>525,997</u>		
Unencumbered Cash - Ending	\$ <u>525,997</u>	<u>606,261</u>		

CITY OF ELLIS, KANSAS
ARPA Federal Aid Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - ARPA	\$ -	153,449
Expenditures	-	-
Receipts Over (Under) Expenditures	-	153,449
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	153,449

CITY OF ELLIS, KANSAS
TIF Bond Reserve Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	80,000	80,000
Unencumbered Cash - Ending	\$ 80,000	80,000

CITY OF ELLIS, KANSAS
TIF Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Taxes and Shared Revenues				
Ad Valorem	\$ 166,569	172,679	89,463	83,216
Delinquent	102	38	-	38
Special Assessments	1,200	550	-	550
Interest	5	2	-	2
Total Receipts	167,876	173,269	89,463	83,806
Expenditures				
Principal	65,000	70,000	70,000	-
Interest	20,738	17,813	17,813	-
Engineering Costs	-	48,653	-	48,653
Service Fees	1,650	1,650	1,650	-
Call Special Obligation Bonds	-	-	604,239	(604,239)
Total Expenditures	87,388	138,116	693,702	(555,586)
Receipts Over (Under) Expenditures	80,488	35,153		
Unencumbered Cash - Beginning	527,015	607,503		
Unencumbered Cash - Ending	\$ 607,503	642,656		

CITY OF ELLIS, KANSAS
USDA Waterline Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	160,695	160,695
Unencumbered Cash - Ending	\$ 160,695	160,695

CITY OF ELLIS, KANSAS
Campground Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
State Aid	\$ 3,975	6,657	-	6,657
Federal Aid - SPARKS	584	-	-	-
User Fees	39,390	69,047	42,000	27,047
Miscellaneous	-	88	-	88
Use of Money and Property				
Rentals and Leases	3,605	3,605	3,605	-
Total Receipts	47,554	79,397	45,605	33,792
Expenditures				
Personal Services	21,208	20,574	22,920	(2,346)
Contractual	7,500	10,458	11,750	(1,292)
Commodities	2,427	4,560	4,000	560
Capital Outlay	2,834	15,703	60,857	(45,154)
Transfers Out	6,497	7,649	7,649	-
Campground Expansion	5,479	-	-	-
Total Expenditures	45,945	58,944	107,176	(48,232)
Receipts Over (Under) Expenditures	1,609	20,453		
Unencumbered Cash - Beginning	79,567	81,176		
Unencumbered Cash - Ending	\$ 81,176	101,629		

CITY OF ELLIS, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Water Sales	\$ 670,010	681,177	661,275	19,902
Connects and Disconnects	21,349	22,005	19,500	2,505
Penalties	7,771	7,745	7,500	245
Federal Aid - SPARKS	1,705	-	-	-
Miscellaneous	4,510	3,961	3,000	961
Total Receipts	<u>705,345</u>	<u>714,888</u>	<u>691,275</u>	<u>23,613</u>
Expenditures				
Personal Services	73,592	117,138	121,704	(4,566)
Contractual	90,073	91,028	107,000	(15,972)
Commodities	26,748	36,472	38,000	(1,528)
Capital Outlay	-	-	235,077	(235,077)
Principal	16,197	16,388	16,388	-
Interest	19,986	19,572	19,572	-
Transfers Out	395,487	405,117	406,267	(1,150)
Total Expenditures	<u>622,083</u>	<u>685,715</u>	<u>944,008</u>	<u>(258,293)</u>
Receipts Over (Under) Expenditures	83,262	29,173		
Unencumbered Cash - Beginning	252,683	335,945		
Prior Year Cancelled Encumbrances	-	1,575		
Unencumbered Cash - Ending	<u>\$ 335,945</u>	<u>366,693</u>		

CITY OF ELLIS, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Sewer Charges	\$ 390,945	404,117	380,800	23,317
Penalties	4,945	4,992	4,250	742
Federal Aid - SPARKS	1,583	-	-	-
Miscellaneous	1,825	1,465	1,000	465
Total Receipts	<u>399,298</u>	<u>410,574</u>	<u>386,050</u>	<u>24,524</u>
Expenditures				
Personal Services	84,868	83,904	87,334	(3,430)
Contractual	75,294	104,149	103,250	899
Commodities	25,811	21,285	44,250	(22,965)
Capital Outlay	-	-	144,590	(144,590)
Principal	35,207	35,961	35,961	-
Interest	14,187	13,521	13,521	-
Commission Fees	1,887	1,798	1,798	-
Transfers Out	66,529	88,277	88,277	-
Total Expenditures	<u>303,783</u>	<u>348,895</u>	<u>518,981</u>	<u>(170,086)</u>
Receipts Over (Under) Expenditures	95,515	61,679		
Unencumbered Cash - Beginning	116,172	212,642		
Prior Year Cancelled Encumbrances	<u>955</u>	<u>-</u>		
Unencumbered Cash - Ending	<u>\$ 212,642</u>	<u>274,321</u>		

CITY OF ELLIS, KANSAS
Sanitation Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Receipts				
Sanitation Charges	\$ 352,911	364,677	353,500	11,177
Recycle Proceeds	1,361	3,611	1,500	2,111
Penalties	4,272	4,361	4,000	361
Federal Aid - SPARKS	892	-	-	-
Miscellaneous	1,793	9,038	1,000	8,038
Total Receipts	<u>361,229</u>	<u>381,687</u>	<u>360,000</u>	<u>21,687</u>
Expenditures				
Personal Services	122,112	137,028	154,388	(17,360)
Contractual	118,111	101,467	119,400	(17,933)
Commodities	27,950	29,913	35,000	(5,087)
Capital Outlay	-	-	88,065	(88,065)
Transfers Out	67,537	49,827	49,827	-
Total Expenditures	<u>335,710</u>	<u>318,235</u>	<u>446,680</u>	<u>(128,445)</u>
Receipts Over (Under) Expenditures	25,519	63,452		
Unencumbered Cash - Beginning	<u>90,435</u>	<u>115,954</u>		
Unencumbered Cash - Ending	<u>\$ 115,954</u>	<u>179,406</u>		

CITY OF ELLIS, KANSAS
Water Depreciation Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ -	407,113
Transfers In	85,000	100,000
Total Receipts	85,000	507,113
Expenditures		
Contractual	672,415	35,553
Capital Outlay	-	47,423
Total Expenditures	672,415	82,976
Receipts Over (Under) Expenditures	(587,415)	424,137
Unencumbered Cash - Beginning	694,960	107,545
Prior Year Cancelled Encumbrances	-	4,646
Unencumbered Cash - Ending	\$ 107,545	536,328

CITY OF ELLIS, KANSAS
Sewer Depreciation Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 40,000	50,000
Miscellaneous	17,035	-
Total Receipts	57,035	50,000
Expenditures		
Capital Outlay	11,836	-
Contractual	2,595	-
Total Expenditures	14,431	-
Receipts Over (Under) Expenditures	42,604	50,000
Unencumbered Cash - Beginning	171,417	217,146
Prior Year Cancelled Encumbrances	3,125	2,595
Unencumbered Cash - Ending	\$ 217,146	269,741

CITY OF ELLIS, KANSAS
Coinsurance Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 330,141	317,084
Expenditures		
Contractual	267,264	252,776
Receipts Over (Under) Expenditures	62,877	64,308
Unencumbered Cash - Beginning	183,661	246,538
Unencumbered Cash - Ending	\$ <u>246,538</u>	<u>310,846</u>

CITY OF ELLIS, KANSAS
Cemetery Endowment Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Lot Sales	\$ 450	1,125
Expenditures	-	-
Receipts Over (Under) Expenditures	450	1,125
Unencumbered Cash - Beginning	26,106	26,556
Unencumbered Cash - Ending	\$ 26,556	27,681

CITY OF ELLIS, KANSAS
Ellis Public Library
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental	\$ 8,834	13,495
Interest	172	46
Collections	948	3,587
Appropriations	67,625	67,025
Total Receipts	77,579	84,153
Expenditures		
Personal Services	45,745	46,614
Contractual	12,507	10,140
Commodities	7,944	17,336
Capital Outlay	624	182
Total Expenditures	66,820	74,272
Receipts Over (Under) Expenditures	10,759	9,881
Unencumbered Cash - Beginning	84,217	94,976
Unencumbered Cash - Ending	\$ 94,976	104,857

CITY OF ELLIS, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2021

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Health Reimbursement Arrangement	\$ 14,091	58,563	56,966	15,688